

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Handlooms and Textiles Department – Textile and Apparel Promotion Policy, 2005-2010 – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s. Siva Swati Textiles Pvt. Ltd (**Unit-2**) at Maddirala (V), Chilakaluripeta (M), Guntur District for their proposed Spinning unit as a Mega Project– Orders- Issued.

INDUSTRIES & COMMERCE (Tex) DEPARTMENT

G.O.Ms.No. 24

Dated:- 12-01-2012

Read the following:-

1. From the Director, Siva Swati Textiles Private Ltd, Guntur District, Letter No. Nil, dated 08.04.2011 & 22.12.2011
2. The State Investment Promotion Committee Meeting held on 27.12.2011
3. The State Investment Promotion Board Meeting held on 31.12.2011.
4. G.O Ms.No.61, Ind. & Com. (IP) Dept, dated 29-06-2010.
5. G.O Ms.No.300, Ind. & Com. (Tex) Dept, dated 08-11-2005.

>><<

ORDER:-

In the letter 1st read above, the Director M/s. Siva Swati Textiles Pvt. Ltd, Guntur District has informed that they have setup their 1st Spinning unit in the year 2005 at Ganapavaram (V), Chilakaluripeta (M), Guntur District with an investment of Rs.124.88 Crores with 60,624 Spindlage.

2. Now, the company has proposed further investment of Rs.168.75 crores to set up a New Spinning Mill (Unit-II) at Maddirala (V), Chilakaluripeta (M), Guntur District with a capacity of 72,576 spindles. The unit will create employment to 1200 persons directly and 400 persons indirectly and requested for the following benefits:

- (a) Reimbursement of 100% stamp duty and Transfer duty.
- (b) 50% rebate on land cost.
- (c) 100% rebate in land conversion charges for industrial use.
- (d) Power cost reimbursement @ 1.50 per unit for 8 years.
- (e) 50% VAT reimbursement for a period of 5years.
- (f) 50% reimbursement of cost involved in skill up gradation and training for local manpower.
- (g) 50% subsidy on the expenses incurred for Quality Certification.

3. In the reference 2nd read above, State Investment Promotion Committee (SIPC) have discussed the above proposal in its meetings held on 27.12.2011 and decided to place the matter before the State Investment Promotion Board (SIPB) with the following recommendations:

- (a) Reimbursement of 50% VAT & CST for a period of 5 years from date of commencement of commercial production (DCP).
- (b) Fixed Power cost reimbursement of Rs.1.00 per unit for a period of 5 years from DCP.
- (c) Reimbursement of cost incurred for skill up-gradation @ Rs. 10,000 per person with a tie-up with Rajiv Yuva Kiranalu (RYK) and meeting expenditure from RYK.
- (d) All other incentives as per IIPP 2010-15 policy.

(PTO)

4. In the reference 3rd read above, the State Investment Promotion Board in its meeting held on 31.12.2011 discussed the proposal in detail and decided to extend the following incentives to the Company:

- (a) Reimbursement of 50% Net VAT & CST for a period of 5 years from date of commencement of commercial production (DCP).
- (b) Fixed Power cost reimbursement of Rs.1.00 per unit for a period of 5 years from DCP.
- (c) Reimbursement of cost incurred for skill up-gradation @ Rs. 10,000 per person with a tie-up with Rajiv Yuva Kiranalu (RYK) and meeting expenditure from the resources of RYK scheme.
- (d) All other incentives as per IIPP 2010-15 policy.

5. The Government after careful examination of the proposal and in view of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s. Siva Swati Textiles Pvt Ltd **(Unit-2)** at Maddirala (V), Chilakaluripeta (M), Guntur District for their proposed Spinning Unit with an investment of Rs.168.75 crores as decided by the State Investment Promotion Board under Industrial Investment Promotion Policy 2010-15 as a Mega Project :-

- (a) Reimbursement of 50% Net VAT & CST for a period of 5 years from date of commencement of commercial production (DCP).
- (b) Fixed Power cost reimbursement of Rs.1.00 per unit for a period of 5 years from DCP.
- (c) Reimbursement of cost incurred for skill up-gradation @ Rs. 10,000 per person with a tie-up with Rajiv Yuva Kiranalu (RYK) and meeting expenditure from the resources of RYK scheme.
- (d) All other incentives as per IIPP 2010-15 policy, which include:
 - (i) 100% Reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
 - (ii) 100% Reimbursement of Stamp duty on Mortgages and hypothecations.
 - (iii) 25% subsidy on specific cleaner production measures limited to Rs.5 Lakhs
 - (iv) Infrastructure assistance as per policy i.e. @ 50% of the cost up to Rs.1.00 Crore on roads, power and water will be provided at doorstep of the industry for standalone units.

6. The industry shall provide atleast 80% employment to the candidates belonging to Andhra Pradesh State for becoming eligible to the above incentives.

7. The Commissioner of Handlooms, Textiles & Apparel Export Parks, Andhra Pradesh, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. PREM CHAND
PRINCIPAL SECRETARY TO GOVERNMENT.

To
The Commissioner of Handlooms, Textiles & Apparel Export Parks,
Andhra Pradesh, Hyderabad.
M/s. Siva Swati Textiles Private Ltd **(Unit-2)**, Ganapavaram (V), Chlakaluripet (M) Guntur
through the Commissioner of Handlooms, Textiles & Apparel Export Parks,
Andhra Pradesh, Hyderabad.

(Contd...3rd page)

Copy to:

The Revenue (CT) Department.
The Revenue (Registration) Department.
The Energy Department.
The Irrigation (Reforms) Dept.
The Ind. & Com. (INF) Department.
The Accountant General, Andhra Pradesh, Hyderabad.
The Commissioner of Industries, A.P., Hyderabad.
The Commissioner of Commercial Taxes, Hyderabad
The Chairman & Managing Director, AP TRANSCO, Hyderabad
The Managing Director, AP SPDCL, Tirupati.
The Vice Chairman & Managing Director,
Andhra Pradesh Industrial Infrastructure Corporation Ltd., (APIIC),
Hyderabad.
The District Collector, Guntur District
The General Manager, District Industries Centre, Guntur
The P.S. to Secretary to Chief Minister
The O.S.D. to Hon'ble Minister for Handlooms and Textiles, Spinning Mills, Small Scale
Industries, Khadi & Village Industries Board, and Public Enterprises.
The P.S. to Chief Secretary to Government
The P.S. to Principal Secretary to Government (M&T) /Principal Secretary to Government &
CIP, Industries and Commerce Department.
SC/SF

// FORWARDED BY: ORDER//

SECTION OFFICER.